

State of Utah
Division of Oil Gas & Minir.
Mining/Exploration Summary

01/18/2002

LARGE MINING OPERATION

Permt # **M270007**

Name: **DRUM MINE**

Permit Status

Status: **APP** Approved: **11/28/1983**
Recieved: **07/08/1983**
Tent Appr: **10/03/1983**

Mine Status

Status: **FOR**
Date: **01/07/1999**

Ownership

Surface: **BLM**
Mineral: **BLM**

Location

UTMX: **326,910**
UTMY: **4,377,373**

Methods

Minerals Mined/Explored: **GOLD**

Surf/Under: **SURFACE**

Methods Used:

Bonding

Approved Acres	Acres Released	Date Released
137	0	/ /
Bond Type RELEASED - 2/14/2001 - JUMBO & WESTERN STATES		
Bond Amount:	Date Bond Expires:	
\$ 0	/ /	

Permit Fees

Date Sent	Date Received
06/26/1998	/ /
Fee Received	Cash Receipt
\$ 0	
Delinquent Notice	
/ /	

Comments:

1/17/2002 - Sent letter accepting proposal to close adits if the work can be done for \$20,000 which DOGM has pledged.
12/10/2001 - Received letter regarding proposal to close adits at the Drum Mine and request release of balance of payment obligation upon completion of that task. Proposal is for \$22,540.00.
4/10/2001 - Site inspection to review possible methods ot cloe open mining openings in SWEX Pit.
3/7/2001 - Memo to file: Reclamation work on the Drum Mine is nearly complete. As part of the settlement agreement, DOGM agreed to pay the costs for the lab analyses of rock samples put through a meteoric water mobility test to determine the presence & mobility of heavy metals in the mine dumps & heap leaches. BLM also helped with this expense (\$24,000). This along with attorney fees to help with

Last Action

Action: **98 FEE**

Start Date: **06/26/1998**

End Date: **/ /**

Fee \$0 - Receipt #

Last Inspection

Date **04/10/2001**

Inspector **DJ**

Time of Inspection: **8:00 a.m.**

Conditions: **Cool and windy**

Participants: **Buzz Gerick, Jim Ashton, WSMC; Bill Miller, Consultant; and Doug Jensen, DOGM**

Last Annual Report 1996

Acreage: **137.0**

Acr Reclaimed: **0.0**

Production: **, ,**

Last Agency Action

Agency: **BLM**

Agency ID: **UTU-063447**

Date: **/ /**

Operator WESTERN STATES MINERALS CORP

Oper Id: **930**

TaxID

Contact: **JIM ASHTON / BUZZ GERICK**

Address: **250 S ROCK BLVD STE 118**

Phone: **(775) 856-3339**

Fax

RENO NV 89502-2301

E-Mail

Corporate office: **4975 Van Gordon St. Wheat Ridge, CO 80033 (303) 425-7042 - fax (303) 425-6634**

Location

Qqqr	Qqr	Qtr	Section	Township	Range	Merid	Quad	Sheet
			07	S15.0	W10.0	S		